

Consumers Energy Capacity Valuation



Consumers Energy

Count on Us

- **Solar Gardens is Behind the Meter generation does not have a generation node and cannot be offered into the market. Consumers would acquire capacity of this nature through a Planning Resource Auction, Reverse Auction or Capacity Solicitation**
- **Valuation Principles**
 - Avoided market costs are the best representation of the value of this capacity
 - Transparent
 - Not too complicated

Capacity Evaluation Principles

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	Relevance	Transparent	Not too complicated	Recent Valuation (\$/MW-yr)
Planning Resource Auction	✓	✓	✓	\$1,270-2015 (actual) \$80,000- 2016 (forecast)
Reverse Auction	✓	✓	✓	\$54,800
Capacity Solicitation	✓	✓	✓	\$45,680
CONE	X			\$90,530
Transfer Price	X			\$68.27/MWh
Standby Capacity	X			\$116,970